

Message Text

UNCLASSIFIED

PAGE 01 STATE 195663

15

ORIGIN XMB-07

INFO OCT-01 EUR-25 ISO-00 AID-20 CIAE-00 COME-00 EB-11

FRB-03 INR-11 NSAE-00 RSC-01 TRSE-00 OPIC-12 SP-03

CIEP-03 LAB-06 SIL-01 OMB-01 PA-04 USIA-15 PRS-01

/125 R

DRAFTED BY: XMB:AMOHANIAN

APPROVED BY: EB/OCA/REP:BEBYRON

XMB:WW GLICK, ACT EXEC VP

EUR/CAN/:DHOLTON

EB/IFD/ODF:MLINTON

----- 054896

R 061759Z SEP 74

FM SECSTATE WASHDC

TO AMEMBASSY OTTAWA

UNCLAS STATE 195663

E. O. 11652: N/A

TAGS: APUB, CA

SUBJECT: PRESS RELEASE ON EXIMBANK CREDIT TO CANADA

FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE
DIRECT CREDIT OF 9,904,800 DOLS TO SASKATCHEWAN POWER CORPORATION.
RELEASE IS SCHEDULED FOR ANNOUNCEMENT HERE IN WASHINGTON,
D.C. FOR A.M. PAPERS, FRIDAY, SEPTEMBER 13, 1974.

QUOTE: EXIMBANK CREDIT OF 9.9 MILLION DOLS SUPPORTS 33 MILLION
DOLS SALE OF U.S. WALKING DRAGLINES TO CANADA. TO SUPPORT A
33,016,000 DOLS SALE OF TWO WALKING DRAGLINES TO CANADA,
THE BOARD OF DIRECTORS OF THE EXPORT-IMPORT BANK OF THE UNITED
STATES HAS AUTHORIZED A DIRECT CREDIT OF 9,904,800 DOLS
TO FINANCE 30 PERCENT OF THE TOTAL U.S. COSTS, ACCORDING TO
EXIMBANK'S CHAIRMAN WILLIAM J. CASEY. A CREDIT OF 19,809,600
DOLS FROM PRIVATE SOURCES NOT YET DESIGNATED WILL FINANCE
60 PERCENT OF THE U.S. COSTS. THE BALANCE OF 10 PERCENT OR
3,301,600 DOLS OF THE U.S. COSTS WILL BE A CASH PAYMENT BY THE
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 195663

BORROWER, SASKATCHEWAN POWER CORPORATION (SPC) OF CANADA.

BYCYRUS-ERIE OF SOUTH MILWAUKEE, WISCONSIN, WILL SUPPLY THE TWO WALKING DRAGLINES TO BE USED IN STRIPPING LIGNITE FOR USE IN NEW STEAM POWER GENERATION UNITX BEING INSTALLED. DELIVERIES FOR THE FIRST MACHINE WILL TAKE PLACE FROM MARCH-DECEMBER, 1977, AND THE SECOND MACHINE FROM AUGUST 1977- MAY 1978.

THE LOANS ARE TO BE REPAYED IN TWO SCHEDULES OF 10 SEMIANNUAL INSTALLMENTS BEGINNING FEBRUARY 5, 1978, AND OCTOBER 5, 1978, RESPECTIVELY. INTEREST ON EXIMBANKS'S DIRECT CREDIT OF 9,904,800 DOLS IS TO BE CHARGED AT AN ANNUAL RATE OF 8 PERCENT, WHICH WHEN BLENDED WITH THE PORTION OF THE CREDIT EXTENDED BY THE PARTICIPATING COMMERCIAL BANK RESULTS IN AN ESTIMATED INTEREST COST TO THE BORROWER OF ABOUT 10.6 PERCENT TO 10.85 PERCENT PER ANNUM. REPAYMENT OF THE EXIMBANK LOAN IS TO BE GUARANTEED BY THE PROVINCE OF SASKATCHEWAN. UNQUOTE.
KISSINGER

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 06 SEP 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE195663
Document Source: CORE
Document Unique ID: 00
Drafter: XMB:AMOHANIAN
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740249-0077
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740968/aaaacfek.tel
Line Count: 76
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: garlanwa
Review Comment: n/a
Review Content Flags:
Review Date: 02 JUL 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <02 JUL 2002 by maustmc>; APPROVED <15-Aug-2002 by garlanwa>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PRESS RELEASE ON EXIMBANK CREDIT TO CANADA FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE
TAGS: APUB, CA
To: OTTAWA
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005